G. R. S. IX-5]

Previous references.

File No. 72-16

1916-17

(S.F.)

Serial Nos. 5

Later references.

4:7 15-16 (2,3,4,5,6,7,8,9+16)

8:1 15-16 (+11,12,13,14)

C:7 15-16 (-15)

P:11

B

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 5

Part B for B for march 17

SUBJECT.

Sale of 3½ per cent Govt of India Pro-mts of 10 lakhs out of the state investments.

State that Govt approve of the sale of 10 lakhs of 3½ p.c. paper at 67 and of placing a further order for selling 10 lakhs more at the same rate.

W D 88—GPB—50,000—24-7-16

M. Parthasarathi Rao

G. R. S. 11] 1916-17

GENERAL AND REVENUE SECRETARIAT.

(G.P.)

NOTES.

G.P. File No. 72-16

FILE HEADING.

Sale of 3½ per cent Govt of India Pro-
rata of 20 lakhs out of the State invest-
ments.

From

No.	Dated	Received.

Diary No.	Enclos.	Spare Copies.	Serial No. 1

BRIEF ABSTRACT OF LETTER.

NOTES AND ORDERS.

P.D.G

NOTES—First Sheet.

WD 1233—GPB—60,000—1-12-16—S.

G. R. S. III-2]

General and Revenue Secretariat. | C. F. File No. 72 of 1916.

Serial No.

Sale of 3½% Govt. of India Paper

1. The Bank of Bombay are ready to arrange for the sale of 10 lakhs at 67% and perhaps can take a further sum of 10 lakhs at the same rate. The offer is open till 2 pm. tomorrow 14-3-17 and orders have to issue at once.

2. The State holds investments in gilt-edged securities to the face value of about 25-2 lakhs of which 200.59 lakhs are in the Govt of India 3½ per cents.

3. The Council has decided the opinion that 100 lakhs worth of securities should be kept as a permanent investment. This practically means that securities to the face value of 150 to 160 lakhs according to present market rates have to be kept. The balance available for sale may therefore be taken to be about a crore. This is the portion which could under normal conditions would have been realized & utilized for productive capital works.

3. The Council has already recorded a resolution authorizing the Comptroller to sell 3½% paper in instalments of one lakhs reporting the result & taking fresh orders after each instalment is sold.

4. In view of this resolution the Comptr may be authorized to close in the

1st Comptrs D.O. & telegram below.

GN
17/3

NOTE—Contn. sheet.

WD 1233—GPB—60,000—1-12-16—S.

G. R. S. III-2]

General and Revenue Secretariat. | C. J—File No. 72 of 1917.

Serial No.

13.3.17 A

20 lakhs transaction referred to above.

The Special Officer Mr. Dalton expressed himself in favour of the transaction at the Council meeting.

7). 4. As regards future sales, I beg to state again that I am not in favour of large amounts of paper being sold in the present state of the market.

8). After the present transaction we shall have about 232 lakhs face value of paper which is not in my respectful opinion too large a sum to be held by a state like Mysore. The face-value will be materially reduced after conversion of a part into 5% war loan.

9). 5. Our ordinary budget in normal times leaves a margin of 40 to 60 lakhs annually for capital expenditure after full provision of development grants. This is chiefly due to Mining & power revenues. There is therefore no pressing necessity for selling our paper to any large extent in the present state of the market. It is very likely that, after the war there will be a marked appreciation in the value of the securities that we hold and we shall be incurring unnecessary loss by further sales at this stage.

6). 6. The block of 20 lakhs now

NOTE—Contn. sheet.

WD 1283—GPB—60,000—1-12-16—S.

7 May 1916

G. R. S. III-2]

General and Revenue Secretariat. | C 7 File No. 72 of 1916.

3

Serial No.

proposed to be sold, together with the cash balance on 1.7.1917 and the supplies for 1917-18 will be sufficient for our subscribing to the War loan & the next year's capital programme.

(1) 7. I Orders in the favour of immediate on the point at A above (para 3) are requested.

(2) The other point may kindly be considered thereafter & the decision intimated in due course for necessary action.

13.3.17

1st member
Dewan

13) Action proposed in A may be approved

13/3

(4) Action may be taken by the Finance Department as suggested at point A in previous page (initialled by me). The papers may be returned to Sabha & Bs Stamps. 13.3.17

(Re. 6.15 p.m.) 13.3.17

15) Necessary action taken and papers resubmitted with D.S.N.

14.3.17

5.2.14.3.17
16.2.319.16.3.17

Hdey). 15
14.3.17. for member
Dewan)

NOTE—Contn. sheet.

Read 15/3/17

leey
16/3 15/3/17

5

Submitted to His Highness.

16 I submit for perusal the papers relating to the sale of 3½% Government of India Pro-Notes of 30 lakhs through the Bank of Bombay at Rs.67.

17 3. The copy of the telegram of the 13th instant from that Bank to the Comptroller and the Financial Secretary's note of the same date, herein enclosed, explain the circumstances of the sale.

Pages 1, 2 & 3 of office notes

18 3. The action taken may be graciously approved

sm

A. Viswanath
15th Nov 1917

P.D.O

GOVERNMENT OF HIS HIGHNESS
THE MAHARAJA OF MYSORE.

1259

General and Revenue Secretariat

Requisition for papers

Section C. F

A

B

Filed

Deposit No.

File No. 69-16

Serial No. 9.

To be put up Diary No. 313 of 19 41

Signature K. Seshagiri Rao

Branch Jt Br

Section

Date 7/2/42

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GOVERNMENT OF MYSORE

Immediate

13-3-17

My dear Sir,

I send herewith a telegram just received from the Bank of Bombay in reply to my letter enquiring if it could sell 3½ pc. paper. I request orders by wire so that I may take at once such action as Govt may direct. The telegram may kindly be returned.

Yours sincerely

M. Venkatramana Rao

J. S. Chakravarti Esquire

(2)

d 13-3-17 (4 hours 30 minutes)

Copy of Telegram from the Bank of Bombay, Bombay,

to the Comptroller, Mysore Government.

Can sell ten lakhs paper at rupees sixty-seven subject to your acceptance reaching us by two O'clock to-morrow afternoon if accepted post paper at once if you wish to sell more send order for ten lakhs more at same rate.

Bombay Bank.

No. 29/
2nd 1. telegram

13

Financial Secretariat,

Bangalore, 13th March 1917.

My dear Krishna Rao,

In returning the telegram received with your D.O. of date I beg to state that Government approve of the sale of 10 lakhs of 3½ % paper at 67 and of placing a further order for selling 10 lakhs more at the same rate. Necessary action may be taken.

Yours sincerely,

sd. J. SC

M. N. KRISHNA RAO, ESQ., B.A.,
Offg. Comptroller to Government,
B a n g a l o r e.